



General Assembly

File No. 679

January Session, 2023

Substitute House Bill No. 6692

House of Representatives, May 2, 2023

The Committee on Finance, Revenue and Bonding reported through REP. HORN of the 64th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

# AN ACT CONCERNING CERTAIN ARTS, CULTURE AND TOURISM GRANTS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 10-400 of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective July 1, 2023*):
- With respect to arts activities, the Department of Economic and
- 4 Community Development shall encourage, within the state or in
- 5 association with other states, or both, participation in, and promotion,
- 6 development, acceptance and appreciation of, artistic and cultural
- 7 activities that shall include, but are not limited to, music, theater, dance,
- 8 painting, sculpture, architecture, literature, films and allied arts and
- 9 crafts and to this end shall have the following powers: (1) To join or
- 10 contract with consultants, private patrons, individual artists and
- 11 ensembles and with institutions, local sponsoring organizations and
- 12 professional organizations; (2) to enter into contracts to provide grants,
- 13 loans or advances to individuals, organizations, or institutions, public

or private, that are engaged in or plan to engage in artistic and cultural programs or activities within the state, or that are engaged in or plan to engage in the promotion, development, or encouragement of artistic and cultural programs or activities within the state, including, but not limited to, grants or loans to such individuals, organizations or institutions, for the purposes of state-wide marketing, infrastructure or workforce development; (3) to accept, hold and administer, on behalf of the department, in accordance with the provisions of sections 4-28, 4-31, 4-31a and 4b-22, real property, personal property, securities, other choses in action and moneys, or any interest therein, and income therefrom, either absolutely or in trust, for any purpose of the department. The department may acquire or receive such property or money for its purposes by the acceptance of state or federal or public or private loans, contributions, gifts, grants, donations, bequests or devises, and the department shall deposit or credit the same in the culture and tourism account established under section 10-395; (4) to establish a nonprofit foundation for the purpose of raising funds from private sources to encourage, within the state or in association with other states, or both, participation in, and promotion, development, acceptance and appreciation of, artistic and cultural activities that shall include, but are not limited to, music, theater, dance, painting, sculpture, architecture, literature, films, heritage, historic preservation, humanities and allied arts and crafts. All funds received by the foundation shall be held in the manner prescribed by sections 4-37e to 4-37j, inclusive; and (5) to perform such other acts as may be necessary or appropriate to carry out the objectives and purposes of the department. The General Assembly declares that all activities undertaken in carrying out the policies set forth in this chapter shall be directed toward encouraging and assisting, rather than in any way limiting, the freedom of artistic expression that is essential for the wellbeing of the arts. Said department shall maintain a survey of public and private facilities engaged within the state in artistic and cultural activities and determine the needs of the citizens of this state and the methods by which existing resources may be utilized, or new resources developed, to fulfill these needs. The department shall maintain a

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49 register of Connecticut artists. The name, town of residence and artistic

- 50 medium of any such artist residing in Connecticut shall be entered in
- 51 the register by the department upon the artist's request.
- 52 Sec. 2. Section 10-401 of the general statutes is repealed and the
- following is substituted in lieu thereof (*Effective July 1, 2023*):
- 54 The Department of Economic and Community Development shall
- 55 establish and administer a special incentive grant program to provide
- 56 financial assistance for artistic and cultural programs and activities
- 57 pursuant to subdivision (2) of section 10-400, as amended by this act.
- 58 The department shall identify strategic goals, establish metrics and
- 59 <u>establish an accountability structure for such grant program</u>. No state
- 60 funds appropriated to the department for the purposes of said program
- shall be disbursed unless one-third of the amount of such financial
- 62 assistance consists of nonfederal funds raised and received by said
- 63 department.
- Sec. 3. Section 10-396 of the general statutes is repealed and the
- 65 following is substituted in lieu thereof (*Effective July 1, 2023*):
- With respect to tourism activities, the Department of Economic and
- 67 Community Development shall:
- 68 (1) Develop, annually update and implement a strategic marketing
- 69 plan for the national and international promotion of Connecticut as a
- 70 tourism destination;
- 71 (2) Develop a Connecticut strategic plan for new tourism products
- 72 and attractions:
- 73 (3) Provide marketing and other assistance to the tourism industry;
- 74 (4) Ensure cooperation among the regional tourism districts;
- 75 (5) Within available appropriations, maintain, operate and manage
- 76 the visitor welcome centers in the state;
- 77 (6) Within available appropriations, develop and administer a grant

program to support programs and initiatives of entities primarily engaging in activities relating to the tourism industry;

- [(6)] (7) Develop and administer a program of challenge grants to encourage innovation and job development, provide incentives for coordinated activity consistent with the strategic marketing plan and stimulate the development of private funds for tourism promotion; [and]
- 85 [(7)] (8) Subject to available funds, assist municipalities to 86 accommodate tourist attractions within such municipalities or within 87 neighboring or adjoining municipalities; and
- 88 (9) Establish metrics and an accountability structure for tourism 89 investments made by the state.

This act shall take effect as follows and shall amend the following sections:			
Section 1	July 1, 2023	10-400	
Sec. 2	July 1, 2023	10-401	
Sec. 3	July 1, 2023	10-396	

CE Joint Favorable Subst. C/R FIN

**FIN** Joint Favorable Subst.

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The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

#### OFA Fiscal Note

### State Impact:

Agency Affected	Fund-Effect	FY 24 \$	FY 25 \$
Department of Economic &	GF - Potential	See Below	See Below
Community Development	Cost		

Note: GF=General Fund

#### Municipal Impact: None

#### Explanation

The bill results in a potential cost to the state by requiring the Department of Economic and Community Development (DECD) to develop a grant program to support tourism initiatives. DECD currently funds various statewide and local tourism initiatives. Any additional tourism programs would result in a cost that would be dependent upon the scope of the new program.

The bill has no fiscal impact by requiring DECD to establish metrics and accountability measures for certain arts, culture, and tourism programs. This can be completed with existing staff and resources of the agency.

#### The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

# OLR Bill Analysis sHB 6692

## AN ACT CONCERNING CERTAIN ARTS, CULTURE AND TOURISM GRANTS.

#### **SUMMARY**

This bill modifies the Department of Economic and Community Development's (DECD) tourism- and arts-related powers and duties.

Regarding DECD's tourism-related duties, the bill requires the department to (1) develop and administer a grant program, within available appropriations, to support the programs and initiatives of entities primarily engaged in tourism-related activities and (2) establish metrics and an accountability structure for the state's tourism investments.

Current law on DECD's arts-related duties authorizes the department to give grants, loans, or advances to individuals and entities for artistic and cultural programs or activities in the state (or for promoting, developing, or encouraging them). Specifically, DECD must provide financial assistance through a special incentive grant program it administers. The bill (1) specifies that this financial assistance may include grants or loans for statewide marketing, infrastructure, or workforce development and (2) requires the department to identify strategic goals and establish metrics and an accountability structure for its special incentive grant program.

Under existing law and unchanged by the bill, state funds appropriated to DECD for the special incentive grant program cannot be disbursed unless one third of any financial assistance consists of non-federal funds the department raises and receives.

EFFECTIVE DATE: July 1, 2023

## **COMMITTEE ACTION**

Commerce Committee

Joint Favorable Substitute Change of Reference - FIN Yea 22 Nay 1 (03/09/2023)

Finance, Revenue and Bonding Committee

Joint Favorable Substitute Yea 51 Nay 0 (04/18/2023)